

SEC. 5. That said bonds and coupons shall be exempt from city taxation until after they have become due, but if not presented for payment when due shall not bear interest after the due date thereof.

Exemption from
taxation.
Cessation of
interest.

SEC. 6. That both the number of and the interest on said bonds shall be payable in gold coin of the United States of America of the present standard of weight and fineness, and said bonds may be sold by the said board of aldermen at public or private sale, and the purchaser shall not be required to see to the application of the purchase money, but in no case shall bonds be sold, hypothecated, or otherwise disposed of for less than their par value, and the money derived from the sale of any part or all of said bonds shall be used for no other purpose than that for which they are herein authorized to be issued.

Payable in gold
coin.

Sale of bonds.

Purchasers not
responsible for
application.

Sale below par
forbidden.
Specific appropri-
ation of proceeds.

SEC. 7. The funds derived from the sale of any or all of said bonds shall be used exclusively for the purpose of building, repairing, or improving the streets of the city of Raleigh, and one-fourth of the amount derived from the sale of said bonds shall be so expended in each of the four wards of the said city as so fixed at the date of the ratification of this act.

Use of proceeds.

Apportionment of
funds.

SEC. 8. For the purpose of paying said bonds at maturity and the coupons as they become due, it shall be the duty of the board of aldermen of the city of Raleigh, and it is hereby empowered and directed so to do, to levy and collect each year a sufficient special tax, together with the tax now levied and collected for street purposes upon all subjects of taxation in said city assessed, said special tax to be collected in the said city in the same manner and at the same time as other city taxes are collected, and the said tax so levied upon the property shall be an *ad valorem* tax, and the tax upon the polls and property shall be in the proportion required by the Constitution of the State of North Carolina, said constitutional equation at all times being observed. The additional special tax so collected under this act shall be turned over to the city treasurer, who shall give a sufficient bond for the protection of the same, and he shall keep said funds separate and apart from all other taxes, and the funds so derived shall be used for no other purposes than those provided herein. It shall be the duty of the treasurer of the city of Raleigh as said coupons are paid off and taken up to cancel the same and to report to the board of aldermen the number and amounts of the orders so canceled.

Special tax.

Collection of tax.

Constitutional
equation.

Tax turned over to
treasurer.

Bond of treasurer.

Funds kept sepa-
rate.

Cancellation and
report of coupons.

SEC. 9. It shall be the duty of the treasurer of the city of Raleigh, together with the finance committee of the board of aldermen, to invest any and all moneys arising from the special tax under this act in the purchasing of said bonds at a price deemed advantageous by said city treasurer and the members of the finance committee of the board of aldermen; but in case said bonds cannot be purchased as herein provided, the said city treasurer

Investment of
sinking fund in
purchase of bonds.

Alternative invest-
ments.